

Penalty Compliance Project Payment Schedule
Loleta Community Services District
Complaint No. R1-2006-023

The Loleta Community Services District ("District", also "LCSD") Board of Directors agreed on June 29, 2006 to the following payment schedule in order to comply with the terms of RWQCB Complaint R1-2006-023. This payment schedule includes expenses on compliance project(s) to reduce and/or eliminate the causes on system nonconformities resulting in violations of their wastewater NPDES permit(s) CA0023671. The schedule also includes a plan to pay the \$10,000 mandatory penalty.

Compliance will be complete upon submittal of needed documentation of emergency generator repairs, 2006-2007 budget expenses, and planned future commitments. Planned expenses may be accelerated subject to grant availability.

I, Markus Drumm, General Manager, under the direction of the Loleta CSD Board of Directors, do hereby submit this plan in compliance with Complaint No. R1-2006-023 adopted by the California Regional Water Quality Board, North Coast Region.

Signature:

Date: July 6, 2006

I, _____, as the duly appointed representative for the California Regional Water Quality Board, North Coast Region, in the matter of Complaint No. R1-2006-023, do hereby accept this Schedule for the Loleta CSD. By signing this document, the Regional Quality Board waives all rights to levy additional fines for the period covered in the complaint.

Signature:

Date:

Here is a list of expenditures that Loleta CSD will be applying against the penalties listed in Complaint No. R1-2006-023. The penalties total \$225,000.

<u>Mandatory Penalty</u>	3 installments upon compliance agreement	\$ 10,000
	1st installment \$ 3400 - upon signing	
	2nd installment \$ 3300 - 6 months post signing	
	3rd installment \$ 3300 - 12 months post signing	

Prior Expenses

10/17/01	Sewer Line Replacement	13,737.50
05/11/02	Smoke Testing	3,645.50
03/04/03	I&I Line Replacement - Replace Sewer Main	4792.50
08/04/05	Smoke Testing Supplies	578.00
08/31/05	Video Testing Services	14,574.34
08/31/05	Video Testing Services (disposal)	<u>67.25</u>
		\$ 37,395

Services

Power Page	(\$8/mo x 5 years)	480.00
CRE	Alarm Maintenance Contract (\$85/mo x 5 years)	<u>5,100.00</u>
		\$ 5,580

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Plant Improvements

2000/2001	Cl2 & SO2 Distribution System	23,406.38
2001/2003	Contact Basin Modification	15,124.50
07/05/05	WWTP Alarm System	10,181.26
05/18/06	Engineering Services (generator)	1,827.50
TBD	Emergency Generator - 60 kW (estimate)	<u>\$ 25,191.00</u>
		\$ 75,731

2006-2007 Budget Items

Pipe Repair	- Church Street	20,000
Smoke Testing		<u>4,000</u>
		\$ 24,000

Future Commitments (2007-2008)

Infiltration Repairs		20,000
Smoke Testing		<u>4,000</u>
		\$ 24,000

Future Commitments (2008-2009)

Infiltration Repairs		20,000
Sewer Flow Studies		12,000
Smoke Testing		<u>2,000</u>
		\$ 34,000

Future Commitments (2009-2010)

Infiltration Repairs		20,000
Smoke Testing		<u>2,000</u>
		\$ 22,000

Total Planned Expenditures	\$ 232,706
Required Spending	<u>\$ 225,000</u>
net	(\$ 7,708)